

STATE OF MAINE  
DEPARTMENT OF PROFESSIONAL AND FINANCIAL REGULATION  
BUREAU OF INSURANCE

IN RE:	)	
	)	AETNA’S RESPONSES
AETNA HEALTH, INC. 2017 “WHOLE	)	TO THE SECOND ORDER
HEALTH” INDIVIDUAL RATE FILING	)	REGARDING RATE REVISIONS
	)	
Docket No. INS-16-1001	)	

NON-CONFIDENTIAL

By and through undersigned counsel, Aetna Health, Inc. (“Aetna”) responds to the Superintendent’s Second Order Regarding Rate Revisions as follows:

1. Please provide the estimated impact on the 2015 underwriting gain and loss ratio due to the report that CCIIO released with the actual Risk Adjustment and Transitional Reinsurance amounts for 2015.

*Response:* Below is a summary of 2015 experience results, updated through May 2016, and associated Risk Adjustment and Reinsurance amounts from CMS:

MemMos	Premium	Inc. Claims	MBR	Risk Adjustment	Reinsurance	Adj. MBR
2,523	\$780,877	\$613,362	78.5%	(\$207,447)	\$80,904	92.9%

2. Please provide a comparison of the 2015 projected and actual Risk Adjustment and Transitional Reinsurance amounts for 2015.

*Response:* Given that 2015 was the initial year of Aetna’s Individual product offering, Aetna’s original projection for 2015 Risk Adjustment was ‘net neutral’, whereby our risk would be equivalent that that of the overall Market. For Reinsurance, Aetna’s 2015 URRT reflected a total Reinsurance recovery of \$29.97, comprised of \$26.30 PMPM for Reinsurance recoveries net of premium, which was projected at a fee of \$3.67. In comparison, the actual 2015 Reinsurance reimbursement, as listed in response to Question 1, above, when divided by the total Member Months, equals \$32.07 (\$80,904 / 2,523).

3. If a carrier intends to make rate revisions to its 2017 rate filing, provide the estimated impact the Risk Adjustment and Transitional Reinsurance transfer amounts are expected to have on the 2017 premiums.

*Response:* As reflected in the revised filing submitted under separate cover, there is no rate impact as a result of Aetna's 2015 Risk Adjustment & Reinsurance results.

Dated: July 14, 2016

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